Before the Federal Communications Commission Washington, D.C. 20554

In the Matter of:)
)
Implementation of the Satellite Home Viewer	·)
Extension and Reauthorization Act of 2004) MB Docket No. 05-49
)
Implementation of Section 340 of the)
Communications Act)
)
)

To: Office of the Secretary

Attention: The Commission

COMMENTS OF SAGA QUAD STATES COMMUNICATIONS, LLC

Saga Quad States Communications, LLC (herein "Saga")¹, hereby files its comments on the *Notice of Proposed Rulemaking* ("NPRM" or "Notice"), FCC 05-24, released February 27,2005, in which the FCC proposed rules to implement Section 202 of the Satellite Home Viewer Extension and Reauthorization Act of 2004 ("SHVERA").² Section 202 of the SHVERA creates Section 340 of the Communications Act of 1934, as amended ("Communications Act" or "Act"), which provides satellite carriers with the authority to offer Commission-determined "significantly viewed" signals of out-of-market (or "distant") broadcast stations to subscribers.

¹ Saga Quad States Communications, LLC, is licensee of KOAM-TV, Pittsburg, Kansas.

² The Satellite Home Viewer Extension and Reauthorization Act of 2004 (SHVERA), Pub. L. No. 108-447, § 202, 118 Stat 2809, 3393 (2004) (to be codified at 47 U.S.C. § 340). These Comments are timely filed by April 8, 2005.

Background

Section 202 of the SHVERA creates Section 340 of the Communications Act of 1934, as amended ("Communications Act" or "Act"), which provides satellite carriers with the authority to offer Commission-determined "significantly viewed" signals of outof-market (or "distant") broadcast stations to subscribers. To place SHVERA in the proper historical context, it is necessary to discuss the Commission's regulation of cable television in hopes that the Commission will not perpetuate in this proceeding errors made in its regulation of cable television which began, in earnest, with the adoption of the Cable Television Report and Order, 36 FCC 2d 143 (1972) ("CATV Order") and the Order on Reconsideration of the Cable Television Report and Order, 36 FCC 2d 326 (1972) ("Reconsideration Order"). The CATV Order adopted the standard that an out-ofmarket network affiliate should be considered to be "significantly viewed" if it obtains at least a three percent share of the viewing hours in television homes in the community and has a net weekly circulation of at least 25 percent.³ For purposes of establishing that a station meets the significant viewing standard the Commission used the 1971 American Research Bureau ("ARB") "Television Circulation Share of Hours" survey information for those counties in which there was less than ten percent cable television penetration. In those counties where there was ten or more percent penetration, the Commission used

³ The CATV Order provided at footnote 43: "As used here the term net weekly circulation is a measure of the number of households that viewed a station for five minutes or more during an entire week, expressed as a percentage of the total television households in the community. Share of viewing hours is a measure of the total hours all television households in the community viewed a station during the week, expressed as a percentage of the total hours these households viewed all stations during the period surveyed."

the ARB 1971 "Non-CATV Circulation and Share of Viewing Hours Study for ARB CATV-Controlled Counties." The latter was prepared for the Commission by ARB so that in those counties with substantial existing cable penetration, over-the-air viewing in the absence of cable television could be measured. The CATV Order stated:

Because this data is provided on a county-wide basis only, we recognize that it may not account for variations in viewing levels among communities within the county. There may be other drawbacks in using these surveys, such as rounding of percentages and sampling errors. We nevertheless propose to accept this county-wide information to establish viewing levels for signals in all communities within these counties. In doing so, we note that survey information of this type is generally used by the television industry without differentiating among communities within counties, and that it gives a useable indication of viewing. But the most important consideration in our decision to accept these figures as conclusive is the strong desirability of certainty, both from a cable and a broadcast point of view. [footnote omitted] Otherwise, rather than permitting cable to get moving, we believe there would be controversy in virtually every case. By proceeding in this fashion, we hope to reduce controversy, to provide a base of signals that cable systems will be assured they may carry, and to define areas in which stations will have rights to carriage. This approach strikes an appropriate balance -in 1966 we selected the Grade B contour, and in 1968 the 35-mile zone. neither of which was specifically geared to actual viewing, while we now select a precise standard that is much more likely to reflect such viewing. [emphasis added.]

The CATV Order adopted as "Appendix B" a "Table of Significantly Viewed Stations." In the Reconsideration Order, the table of significantly viewed stations was slightly modified, but it was codified as Appendix B to Title 47 C. F. R. § 76.54(a), which, although fraught with errors, has become holy writ. In fact, former Commissioner Robert E. Lee, dissented to the Reconsideration Order:

As to the significant viewing test itself, I have previously made clear that this is a "one-sided" approach that violates common sense and the law. Will the Commission really refuse to let a broadcaster submit a survey that conclusively shows that a signal does not meet the 2% or 3% criterion in the community, whatever it does in the county? Why?

The Commission's reasons all boil down to administrative ease. That is no reason to violate common sense and *Storer*.

Now, the Commission apparently intends to adopt that list of stations as the list of significantly viewed stations for satellite viewing purposes ("SV List"), errors and all.

As shown *infra*, the Commission should not again violate common sense and compound its error by adopting the SV List without considering evidence to demonstrate that certain stations should not be on the list.

Request to Correct SV List

At NPRM ¶¶ 11-15, the Commission observed that Section 340(c) of the Act directs the Commission to publish and maintain a unified list of significantly viewed stations, and the communities containing such stations, that will apply to both cable operators and satellite carriers. In accordance with the SHVERA, the Commission compiled a list of stations that were granted significantly viewed status pursuant to the Commission's cable television rules. The SV List, which is attached to the NPRM as Appendix B, is a list of significantly viewed stations and the communities containing such stations combining the Commission's original 1972 list of significantly viewed stations granted on a county-wide basis with stations added on a county or community-wide basis over the intervening years.

At NPRM ¶17, the Commission stated its belief that "the SV List appended to this Notice has a high degree of accuracy and, therefore, believe that both cable and satellite carriers may rely on its validity to commence service, consistent with the other requirements set out in the SHVERA and this proceeding, prior to the adoption of a final list. Nevertheless, in light of the length and age of the SV List, we are asking all

interested parties to review the SV List to confirm its accuracy. We seek comment here only about whether the SV List accurately reflects such existing significantly viewed determinations, and not about whether the SV List should be modified because of a change in a station's circumstances subsequent to its placement on the SV List. As discussed below in Section III.A.3, the SHVERA provides for a mechanism for parties to subsequently seek modification of the SV List. Requests to modify the SV List based on changed circumstances must follow this process. [footnote omitted] Parties may file comments in response to this Notice describing the nature and basis of any error, including changes in call sign or community. Such comments must include documentary evidence supporting the requested correction. If we find that a station or community has been listed in error, carriage of such signals in such communities will no longer be permitted pursuant to the significantly viewed provisions pertaining to satellite carriers."

The purpose of these Comments is to bring to the Commission's attention instances of errors in the SV List with respect to stations in the Designated Market Areas ("DMA") where Saga operates its television station. As shown herein, these errors were made initially in 1972 with the adoption of the *Cable Television Report and Order*, 36 FCC 2d 143 (1972), and *Order on Reconsideration* since, in most cases, the stations did not place a Grade B or better signal over the counties.⁴

Pittsburg, Kansas/Joplin, Missouri DMA

Saga requests that the SV List be modified as follows:

CTTT 1 / TD	04 4 100 4	O4 4 OS7T 4	LTT CS7T · 4
SV List Page	State/Collntv	Stations on SV List	How SV List
D T DISCI ME	Seater Coursey	Stations of S. Elst	HOW S. Elst

⁴ See Appendix B of the 1972 Reconsideration Order, 36 FCC 2d 326 (1972).

			Should Be Revised		
160	KS/Bourbon	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO KCTV, 5, Kansas City, MO (formerly KCMO)	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO		
251	MO/Vernon	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO KSNF, 16, Joplin, MO (formerly KUHI) KCTV, 5, Kansas City, MO (KCTV) +KOLR, 10, Springfield, MO	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO KSNF, 16, Joplin, MO (formerly KUHI)		
333	OK/Ottawa	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO KSNF, 16, Joplin, MO (formerly KUHI) KOTV, 6, Tulsa, OK KTUL, 8, Tulsa, OK +KOKI-TV, 23, Tulsa, OK	KOAM-TV, 7, Pittsburg, KS KODE-TV, 12, Joplin, MO KSNF, 16, Joplin, MO (formerly KUHI) KOTV, 6, Tulsa, OK +KOKI-TV, 23, Tulsa, OK		

Exhibit 1 attached is a survey compiled by Nielsen, that demonstrates that the stations Saga is requesting be deleted from the SV List are not significantly viewed in the counties specified on the SV List. The NPRM (at paragraph 20) proposes to use the methodology in Section 76.54 of the Rules to add a signal or community to the SVList.⁵

⁵ Sec. 76.54 Significantly viewed signals; method to be followed for special showings.

⁽a) Signals that are significantly viewed in a county (and thus are deemed to be significantly viewed within all communities within the county) are those that are listed in Appendix A of the memorandum opinion and order on reconsideration of the Cable Television Report and Order (Docket 18397 et al.), FCC 72-530.

⁽b) Significant viewing in a cable television community for signals not shown as significantly viewed under paragraph (a) or (d) of this section may be demonstrated by an independent professional audience survey of non-cable television homes that covers at least two weekly periods separated by at least thirty (30) days but no more than one of which shall be a week between the months of April and September. If two surveys are taken, they shall include samples sufficient to assure that the combined surveys result in an average figure at least one standard error above the required viewing level. If surveys are taken for more than 2-weekly periods in any 12 months, all such surveys must result in an average figure at least one standard error above the required viewing level. If a cable television system serves more than one community, a single survey may be taken, provided that the sample includes non-cable television homes from each community that are proportional to the population.

By analogy, the same data would be used to show that a station does not meet the significantly viewed criteria, and Saga believes the Nielsen data complies with the standards set forth in Section 76.54(b). The original list of communities and stations was based on Arbitron ratings, but, to Saga's knowledge, only Nielsen provides this data at this time. No special survey was conducted, but data was already in existence to demonstrate that the stations to be deleted are not significantly viewed. Exhibit 2 attached is an engineering statement showing that, in most cases, the stations Saga is requesting be deleted do not place a Grade B contour over the counties specified above. Therefore, there is a great likelihood that the stations cannot be received over the air in these counties, and that they were included on the cable television Appendix B in error. The Neilsen ratings merely confirm the physical difficulty of over-the-air reception.

In light of the foregoing, Saga respectfully requests that the Commission modify the SV list to delete the erroneously-listed television stations noted above, and modify the SV List as set forth in the farthest-right-hand column above.

⁽c) Notice of a survey to be made pursuant to paragraph (b) of this section shall be served on all licensees or permittees of television broadcast stations within whose predicted Grade B contour the cable community or communities are located, in whole or in part, and on all other system community units, franchisees, and franchise applicants in the cable community or communities at least (30) days prior to the initial survey period. Furthermore, if a survey is undertaken pursuant to the provisions of Sec. 76.33(a)(2)(i) of the rules, notice shall also be served on the franchising authority. Such notice shall include the name of the survey organization and a description of the procedures to be used. Objections to survey organizations or procedures shall be served on the party sponsoring the survey within twenty (20) days after receipt of such notice.

⁽d) Signals of television broadcast stations not encompassed by the surveys (for the periods May 1970, November 1970 and February/March 1971) used in establishing appendix B of the Memorandum Opinion and Order on Reconsideration of Cable Television Report and Order, FCC 72-530, 36 FCC 2d 326 (1972), may be demonstrated as significantly viewed on a county-wide basis by independent professional audience surveys which cover three separate, consecutive four-week periods and are otherwise comparable to the surveys used in compiling the above-referenced appendix B: Provided, however, That such demonstration shall be based upon audience survey data for the first three years of the subject station's broadcast operations.

Respectfully Submitted,

SAGA QQAD STATES/COMMUNICATIONS, LLC

Bv:

Gary S. Smithwick Its Attorney

Smithwick & Belendiuk, P.C. 5028 Wisconsin Avenue, NW - Suite 301 Washington, DC 20016 202-363-4560

April 8, 2005

Exhibit 1

Nielsen Media Research Joplin-Pittsburg DMA
Results of Diary only Feb 03 / May 03 / Feb 04 / May 04 Average
All shown Counties are Joplin-Pittsburg DMA Counties

Vern	on Cou	nty, Missouri					
		•		Non-Cable No ADS HH CUME %	Non-Cable No ADS HH CUME (000)	Non-Cable No ADS HH Share	
Avg.	M-S	7:00am – 1:00am	KCTV	2.04	<<	<<	
Avg.	M-S	7:00am - 1:00am	KOLR	28.60	1	5	
Avg.	M-S	7:00am – 1:00am	HUT	85.48	2		
Bour	bon Co	unty, Kansas		Non-Cable	Non-Cable	Non-Cable	
				No ADS HH	No ADS HH	No ADS HH	
				CUME %	CUME (000)	Share	
Avg.	M-S	7:00am – 1:00am	KCTV	<<	<<	<<	
Avg.	M-S	7:00am – 1:00am	HUT	38.78	2		
Ottav	va Cou	nty, Oklahoma					
				Non-Cable	Non-Cable	Non-Cable	
				No ADS HH	No ADS HH	No ADS HH	
				CUME %	CUME (000)	Share	
Avg.	M-S	7:00am – 1:00am	KOTV	4.81	<<	4	
Avg.	M-S	7:00am - 1:00am	HUT	81.97	3		

Exhibit 2



ENGINEERING STATEMENT KOAM-TV PITTSBURG, KS

Saga-Quad States Communications, LLC licensee of KOAM-TV, a television broadcast station serving Pittsburg, KS on Ch 7, has requested the preparation of the attached maps. The maps depict the relationship of the Joplin, MO-Pittsburg, KS DMA to the Grade B service contours of certain television broadcast stations in markets adjacent to the Joplin, MO-Pittsburg, KS DMA.

Specifically, the Grade B contours of the following stations were calculated in accordance with the methodology specified in Part 73 of the Commission's Rules & Regulations and are based on the certified parameters for each station:

KCTV-TV, Kansas City, MO KOLR-TV, Springfield, MO KTUL-TV, Tulsa, OK

Expanded scale maps are provided for each station in order to more clearly depict the relationship of the contour to counties in the Joplin, MO-Pittsburg, KS DMA.



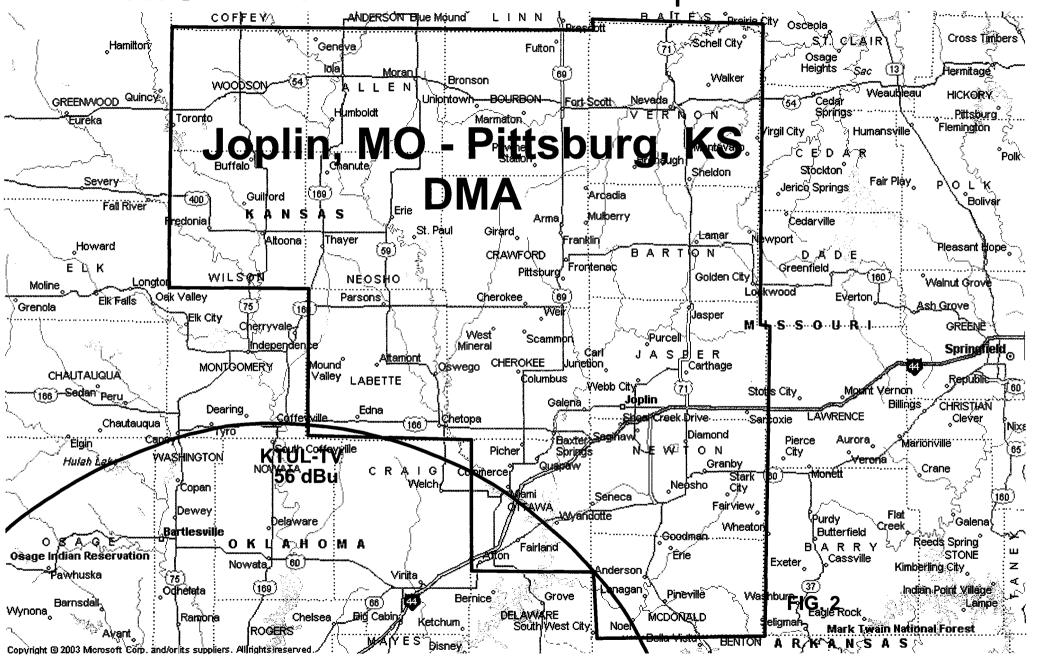
Certification

I hereby certify that the foregoing report or statement was prepared by me but may include work performed by others under my supervision or direction. The statements of fact contained therein are believed to be true and correct based on personal knowledge, information and belief unless otherwise stated; with respect to facts not known of my own personal knowledge, I believe them to be true and correct based on their origin from sources known to me to be generally reliable and accurate. I have prepared this document with due care and in accordance with applicable standards of professional practice.

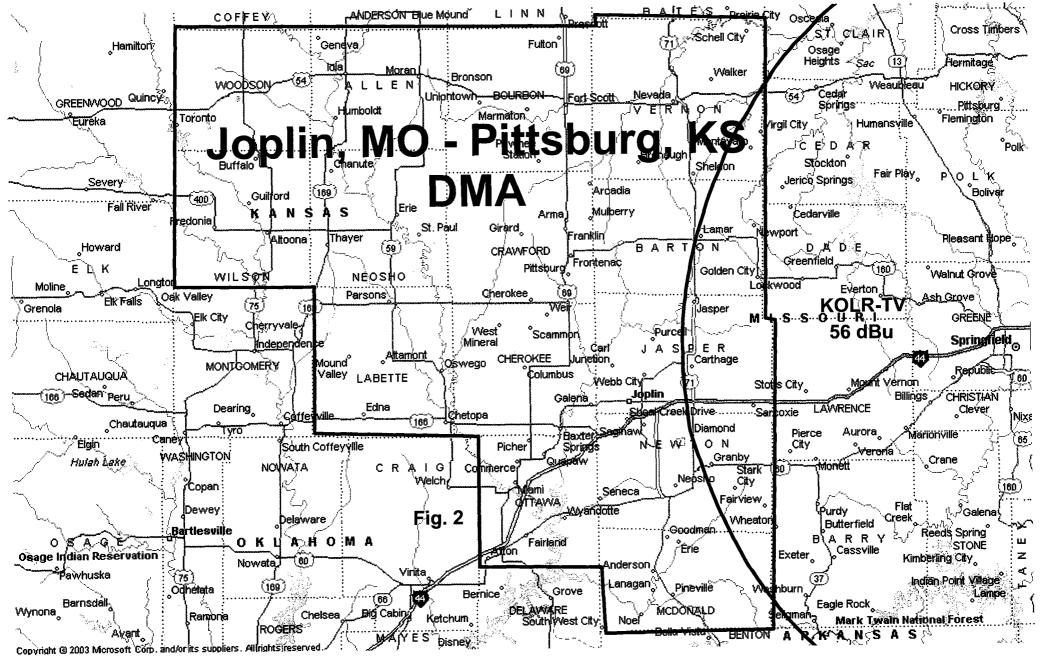
John F.X. Browne, P.E.

April 7, 2005

KTUL-TV Grade "B" Contour - Expanded View



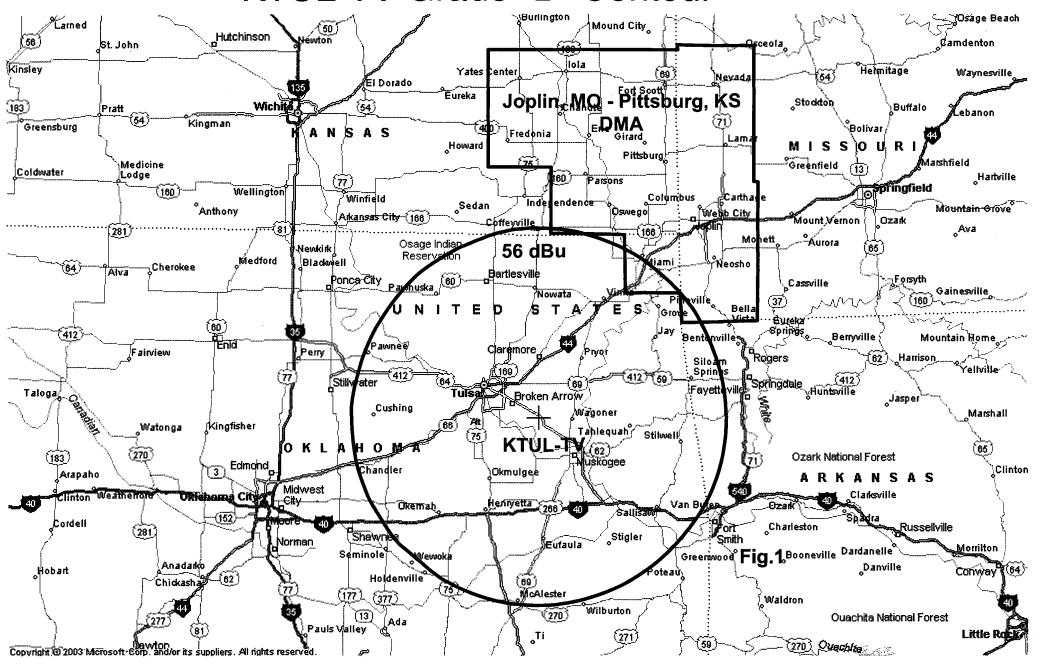
KOLR-TV Grade "B" Contour - Expanded View



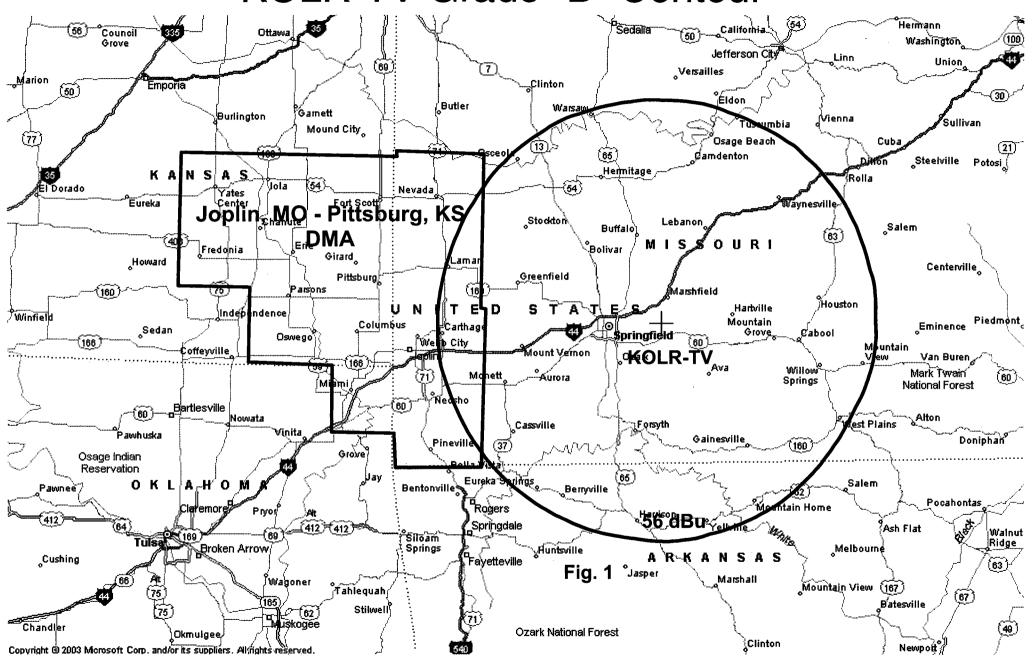
KCTV-TV Grade "B" Contour - Expanded View



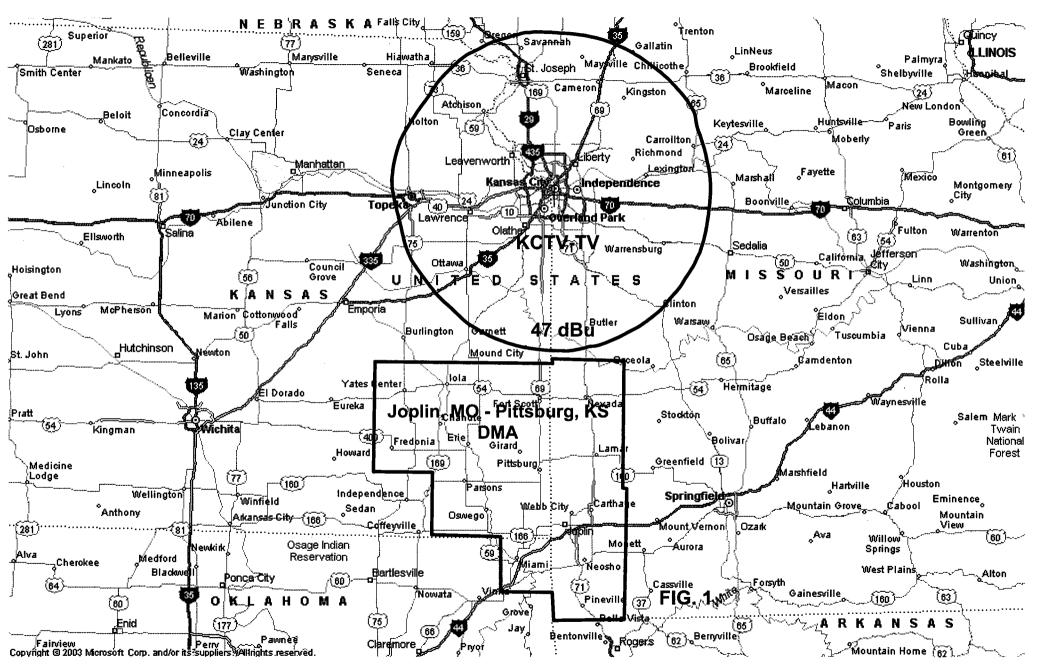
KTUL-TV Grade "B" Contour



KOLR-TV Grade "B" Contour



KCTV-TV Grade "B" Contour



CERTIFICATE OF SERVICE

I, Sherry L. Schunemann, a secretary in the law offices of Smithwick & Belendiuk, P.C., do hereby certify that a copy of the foregoing "Comments of Saga Quad States Communications, LLC" were mailed by First Class U.S. Mail, postage prepaid, this 8th day of April, 2005, to the following:

Station KCTV Meredith Corporation 1716 Locust Street Des Moines, IA 50309-3023

Station KTUL KTUL, LLC 3400 South 29 West Avenue Tulsa, OK 74107

Station KOLR Mission Broadcasting, Inc. 544 Red Rock Drive Wadsworth, OH 44281

Sherry L. Schanemann